

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

200 W. Washington, Suite 301
Indianapolis, IN 46204
(317) 233-0696
<http://www.in.gov/legislative>

FISCAL IMPACT STATEMENT

LS 6403

BILL NUMBER: SB 142

NOTE PREPARED: Feb 24, 2009

BILL AMENDED: Feb 23, 2009

SUBJECT: Commercial Vehicle Insurance Policies.

FIRST AUTHOR: Sen. Steele

FIRST SPONSOR: Rep. Fry

BILL STATUS: As Passed Senate

FUNDS AFFECTED: **GENERAL**
 X DEDICATED
 FEDERAL

IMPACT: State

Summary of Legislation: (Amended) This bill repeals IC 27-7-5-1.5 and P.L.72-2005, SECTION 2 pertaining to commercial vehicle policies. The bill provides that if any named insured rejects in writing the uninsured or underinsured coverage, the rejection applies to every other named insured and insured. The bill specifies that, with respect to a commercial vehicle policy, an insurer is required to offer only uninsured or underinsured coverage that (1) provides coverage for a vehicle; and (2) covers a loss that results from the operation of a motor vehicle. It also provides that an insurer is not required to offer uninsured or underinsured coverage in connection with the issuance of a commercial umbrella or excess liability policy.

Effective Date: July 1, 2009.

Explanation of State Expenditures: The bill could increase administrative expenses for the Department of Insurance (DOI) to the extent that the DOI modifies rules, guidelines, or publications to incorporate the proposed changes to the uninsured motorist law.

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: DOI

Local Agencies Affected:

Information Sources: DOI.

Fiscal Analyst: Bernadette Bartlett, 317-232-9586.